

DISADVANTAGED COMMUNITIES PROGRAM

Drinking Water Revolving Fund

Adopted by the Colorado Water Resources & Power Development Authority Board of Directors

Category I

Definition/Qualification

- Population of 5,000 or less
- MHI at 61% to 80% of state average

Assistance for qualified systems

- Loan interest rate of 50% of direct loan rate (3.5% is current DL rate)
- Loan cap of \$1 million
- Loan term not-to-exceed project design life, but capped at 30 years

Category II

Definition/Qualification

- Population of 5,000 or less
- MHI at 60% of state average or below

Assistance for qualified systems

- Loan interest rate of 0%
- Loan cap of \$1 million
- Loan term not-to-exceed project design life, but capped at 30 years

- Establish the program on a 3-year “pilot project” basis with annual reviews
- Cap the loan amount to \$1 million per borrower
- Limit the total pool available for all direct loans including disadvantaged community loans to \$6 million per year and allow up to \$4 million in disadvantaged community loans